



REDPLANET BERHAD

Company No.: 201901014292 (1323620-A)
(Incorporated in Malaysia under the Companies Act, 2016)

**UNAUDITED FINANCIAL STATEMENTS FOR THE SECOND
HALF OF FINANCIAL YEAR ENDED 30 JUNE 2021**

**CHARACTERISTICS OF THE LEAP MARKET OF BURSA MALAYSIA SECURITIES
BERHAD ("BURSA SECURITIES")**

THE LEAP MARKET HAS BEEN POSITIONED AS A MARKET DESIGNED TO ACCOMMODATE CORPORATIONS TO WHICH A HIGHER INVESTMENT RISK MAY BE ATTACHED THAN OTHER CORPORATIONS LISTED ON THE ACE MARKET OR MAIN MARKET OF BURSA SECURITIES. IT IS A QUALIFIED MARKET WHICH IS MEANT MAINLY FOR SOPHISTICATED INVESTORS ONLY. ONLY EXISTING SECURITIES HOLDERS AND SOPHISTICATED INVESTORS ARE ALLOWED TO PARTICIPATE IN CORPORATE EXERCISES UNDERTAKEN BY REDPLANET BERHAD ("REDPLANET" OR THE "COMPANY"). SOPHISTICATED INVESTORS SHOULD BE AWARE OF THE POTENTIAL RISKS OF INVESTING IN SUCH CORPORATIONS AND SHOULD MAKE THE DECISION TO INVEST ONLY AFTER DUE AND CAREFUL CONSIDERATION.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2021

	As at 30.06.21	As at 30.06.20
	RM	RM
NON-CURRENT ASSETS		
Equipment	814,255	960,798
Right-of-use assets	375,215	202,590
Deferred tax assets	520,543	-
	<u>1,710,013</u>	<u>1,163,388</u>
CURRENT ASSETS		
Trade receivables	1,983,274	251,624
Other receivables, deposits and prepayments	2,633,086	2,971,317
Contract assets	4,407,663	1,678,239
Short-term investments	1,794,026	5,718,256
Fixed deposits with licensed banks	260,198	-
Cash and bank balances	7,087,029	1,459,584
	<u>18,165,276</u>	<u>12,079,020</u>
TOTAL ASSETS	<u>19,875,289</u>	<u>13,242,408</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	5,544,129	2,064,910
Reorganisation deficit	(1,318,043)	(1,318,043)
Retained profits	9,521,728	5,749,304
Foreign exchange translation reserve	(2,666)	280
TOTAL EQUITY	<u>13,745,148</u>	<u>6,496,451</u>
NON-CURRENT LIABILITY		
Lease liabilities	185,319	71,992
CURRENT LIABILITIES		
Trade payables	1,146,039	1,224,570
Contract liabilities	3,127,942	4,266,691
Other payables and accruals	1,457,834	1,019,919
Lease liabilities	193,625	132,821
Current tax liabilities	19,382	29,964
TOTAL LIABILITIES	<u>6,130,141</u>	<u>6,745,957</u>
TOTAL EQUITY AND LIABILITIES	<u>19,875,289</u>	<u>13,242,408</u>
Net assets per ordinary share (sen)	8.62	4.66
Total number of ordinary shares	<u>159,396,700</u>	<u>139,466,700</u>

The unaudited condensed consolidated statements of financial position should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR SECOND HALF OF FINANCIAL YEAR ENDED 30 JUNE 2021

	Second Half of Financial Year Ended		Cumulative Half of Financial Year Ended	
	30.06.21	30.06.20	30.06.21	30.06.20
	RM	RM	RM	RM
REVENUE	9,745,826	6,273,392	19,376,410	16,599,587
Cost of sales	(5,131,008)	(3,879,230)	(11,213,243)	(11,072,992)
GROSS PROFIT	4,614,818	2,394,162	8,163,167	5,526,595
Other income	44,531	92,476	246,991	127,728
	4,659,349	2,486,638	8,410,158	5,654,323
Administrative expenses	(1,018,586)	(821,046)	(2,039,052)	(2,160,259)
Other expenses	(315,634)	(330,248)	(566,712)	(443,280)
Listing expenses	40,601	(246,703)	(269,705)	(246,703)
PROFIT BEFORE TAXATION	3,365,730	1,088,641	5,534,689	2,804,081
Income tax expense	408,462	(10,953)	341,771	(124,546)
PROFIT AFTER TAXATION	3,774,192	1,077,688	5,876,460	2,679,535
Other comprehensive income				
<u>Item that will be reclassified subsequently to profit or loss</u>				
Foreign currency translation differences	(3,882)	940	(2,946)	879
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD/YEAR	3,770,310	1,078,628	5,873,514	2,680,414
PROFIT AFTER TAXATION ATTRIBUTABLE TO:-				
Owners of the Company	3,774,192	1,077,688	5,876,460	2,679,535
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-				
Owners of the Company	3,770,310	1,078,628	5,873,514	2,680,414
EARNINGS PER SHARE ATTRIBUTABLE TO:-				
Owners of the Company				
- Basic (sen)	2.37	0.77	3.72	1.92

The unaudited condensed consolidated statements of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE SECOND HALF OF FINANCIAL YEAR ENDED 30 JUNE 2021

	Share Capital	Reorganisation Deficit	Retained Profits	Foreign Exchange Translation Reserve	Total Equity
Group	RM	RM	RM	RM	RM
As at 1 July 2020	2,064,910	(1,318,043)	5,749,304	280	6,496,451
Contribution by and distribution to owners of the Company:					
- Issuance of shares	3,587,400	-	-	-	3,587,400
- Listing expenses	(108,181)	-	-	-	(108,181)
- Dividends	-	-	(2,104,036)	-	(2,104,036)
Total transactions with owners	3,479,219	-	(2,104,036)	-	1,375,183
Profit after taxation for the financial year	-	-	5,876,460	-	5,876,460
Other comprehensive income for the financial year:					
- Foreign currency translation differences	-	-	-	(2,946)	(2,946)
Total comprehensive income for the financial year	-	-	5,876,460	(2,946)	5,873,514
Balance as at 30 June 2021	5,544,129	(1,318,043)	9,521,728	(2,666)	13,745,148

The unaudited condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE SECOND HALF OF FINANCIAL YEAR ENDED 30 JUNE 2021 (CONT'D)

	Share Capital	Reorganisation Deficit	Retained Profits	Foreign Exchange Translation Reserve	Total Equity
Group	RM	RM	RM	RM	RM
As at 1 July 2019	773,956	-	3,069,769	(599)	3,843,126
Contribution by and distribution to owners of the Company:					
- Effect of internal reorganisation	(773,956)	(1,318,043)			(2,091,999)
- Issuance of shares	2,092,000	-	-	-	2,092,000
- Listing expenses	(27,090)	-	-	-	(27,090)
Total transactions with owners	1,290,954	(1,318,043)	-	-	(27,089)
Profit after taxation for the financial year	-	-	2,679,535	-	2,679,535
Other comprehensive income for the financial year:					
- Foreign currency translation differences	-	-	-	879	879
Total comprehensive income for the financial year	-	-	2,679,535	879	2,680,414
Balance as at 30 June 2020	<u>2,064,910</u>	<u>(1,318,043)</u>	<u>5,749,304</u>	<u>280</u>	<u>6,496,451</u>

The unaudited condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE SECOND HALF OF FINANCIAL YEAR ENDED 30 JUNE 2021

	Second Half Of Financial Year Ended	
	30.06.21	30.06.20
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	5,534,689	2,804,081
Adjustments for:-		
Depreciation of equipment	309,450	246,750
Depreciation of right-of-use assets	195,750	168,392
Impairment losses on equipment	31,013	-
Loss on disposal of equipment	563	750
Interest expense on lease liabilities	8,555	7,031
Income from short-term investments	(115,770)	(63,256)
Interest income	(1,768)	-
Listing expenses	269,705	246,703
Unrealised gain on foreign exchange	(4,671)	-
Operating profit before working capital changes	6,227,516	3,410,451
Changes in working capital		
Trade and other receivables	(1,393,419)	(1,005,210)
Trade and other payables	359,384	1,569,923
Contract liabilities	(1,138,749)	3,920,351
Contract assets	(2,729,424)	(302,329)
Cash from operations	1,325,308	7,593,186
Income tax paid	(189,354)	(145,386)
Income tax refunded	-	40,464
Net cash from operating activities	1,135,954	7,488,264
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of equipment	(196,453)	(424,826)
Income received from short-term investments	115,770	63,256
Interest income received	1,768	-
Proceed from disposal of equipment	1,970	1,500
Increase of fixed deposit pledged with a licensed bank	(250,000)	-
Net cash for investing activities	(326,945)	(360,070)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of ordinary shares	3,587,400	1
Dividends paid	(2,104,036)	-
Listing expenses paid	(377,886)	(273,793)
Repayment of lease liabilities	(202,799)	(173,200)
Net cash from financing activities	902,679	(446,992)
Net increase in cash and cash equivalents	1,711,688	6,681,202

The unaudited condensed consolidated statements of cash flows should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE SECOND HALF OF FINANCIAL YEAR ENDED 30 JUNE 2021 (CONT'D)

	Second Half Of Financial Year Ended	
	30.06.21	30.06.20
	RM	RM
Net increase in cash and cash equivalents (Cont'd)	1,711,688	6,681,202
Cash and cash equivalents at beginning of the financial year	7,177,840	495,759
Effects of foreign exchange translation	1,725	879
Cash and cash equivalents at end of the financial year	<u>8,891,253</u>	<u>7,177,840</u>
The cash and cash equivalents comprise the following:		
Short-term investments	1,794,026	5,718,256
Fixed deposits with licensed banks	260,198	-
Cash and bank balances	<u>7,087,029</u>	<u>1,459,584</u>
	9,141,253	7,177,840
Less: Fixed deposit pledged with a licensed bank	<u>(250,000)</u>	<u>-</u>
	<u>8,891,253</u>	<u>7,177,840</u>

The unaudited condensed consolidated statements of cash flows should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

EXPLANATORY NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SECOND HALF OF FINANCIAL YEAR ENDED 30 JUNE 2021

A. NOTES TO THE FINANCIAL STATEMENTS

A1. Corporate Information

RedPlanet Berhad ("**RedPlanet**" or "**the Company**") was listed on the LEAP Market of Bursa Malaysia Securities Berhad on 4 August 2020. The registered office of the Company is located at Unit 30-01, Level 30, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No.8, Jalan Kerinchi, 59200 Kuala Lumpur.

A2. Basis of Preparation

The interim financial statements of RedPlanet and its subsidiary ("**the Group**") have been prepared in accordance with Malaysian Financial Reporting Standard ("**MFRS**") 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("**MASB**") and Rule 6.12 and Appendix 6A of the Listing Requirements.

The interim financial statements of the Group should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2020 and the accompanying explanatory notes attached to this interim financial statements.

A3. Significant Accounting Policies

The accounting policies adopted by the Group in this interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2020, except for the adoption of the following amendments to MFRSs that are effective for annual periods beginning on or after 1 January 2020:

Title	Effective Date
Amendments to MFRS 3: Definition of a Business	1 January 2020
Amendments to MFRS 4: Extension of the Temporary Exemption from Applying MFRS 9	At issue date of 17 August 2020
Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform	1 January 2020
Amendments to MFRS 16: COVID-19-Related Rent Concessions	1 June 2020
Amendments to MFRS 101 and MFRS 108: Definition of Material	1 January 2020
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) have no material impact on this interim financial statements of the Group upon their initial application.

A4. Seasonal or Cyclical Factors

The Group did not experience significant fluctuations in operations due to seasonal factors or cyclical factors during the current financial period under review.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

The Board of Directors of RedPlanet ("Board") is not aware of any items or incidence of an unusual nature not otherwise dealt with in this interim financial statements which may or has substantially affected the value of assets, liabilities, equity, net income or cash flows of the Group for the current financial period under review.

A6. Material Changes in Estimates

There were no changes in estimates that had a material effect in the current financial period under review.

A7. Debt and Equity Securities

There were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial period under review.

A8. Segmental Information

(i) Analysis of revenue by segment

	Second Half of Financial Year Ended		Cumulative Half of Financial Year Ended	
	30.06.21	30.06.20	30.06.21	30.06.20
	RM	RM	RM	RM
GIS solutions	7,210,065	3,769,338	12,395,590	8,543,193
Maintenance and support services	2,535,761	2,380,537	4,916,299	4,742,407
ICT solutions	-	123,517	2,064,521	3,313,987
	<u>9,745,826</u>	<u>6,273,392</u>	<u>19,376,410</u>	<u>16,599,587</u>

(ii) Analysis of revenue by geographical location

	Second Half of Financial Year Ended		Cumulative Half of Financial Year Ended	
	30.06.21	30.06.20	30.06.21	30.06.20
	RM	RM	RM	RM
Malaysia	7,647,763	4,667,270	15,876,259	13,886,284
Philippines	892,886	852,616	1,622,705	1,518,522
Australia	375,907	101,022	711,543	350,240
New Zealand	587,482	-	609,749	-
Others ⁽¹⁾	241,788	652,484	556,154	844,541
	<u>9,745,826</u>	<u>6,273,392</u>	<u>19,376,410</u>	<u>16,599,587</u>

Note:

⁽¹⁾ Comprising Singapore, Nigeria and Netherlands.

A9. Material Events Subsequent to the End of the Current Financial Period

There were no material events subsequent to the end of the current financial period.

A10. Contingent Assets and Contingent Liabilities

There were no contingent assets and contingent liabilities as at the date of this interim financial statements.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial period.

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B. ADDITIONAL INFORMATION REQUIRED UNDER THE LEAP MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Performance

The Group recorded RM9.75 million revenue for the second half of financial year ended 30 June 2021 ("2H2021"), higher by RM3.47 million or 55.4% against the second half of financial year ended 30 June 2020 ("2H2020") mainly due to higher sales contribution from the GIS solutions segment.

The Group's gross profit increased by RM2.22 million or 92.8% for 2H2021 compared to 2H2020 primarily due to securing new projects of higher profit margin and profit recognition due to project completion. This resulting in improved overall Group GP margin of 47.4% for 2H2021 compared to 38.2% for 2H2020.

The Group recorded tax income of RM0.41 million for 2H2021 compared to income tax expense of RM0.01 million for 2H2020 due to recognition of deferred tax assets ("DTA") amounting to RM0.52 million. The Group's key operating subsidiary, RedPlanet Solutions (M) Sdn Bhd (referred to as "RPS") was previously granted the Pioneer Status (100% income tax exemption on the profit generated from pioneer activities for 5 years, from 29 May 2017 to 28 May 2022) and hence, has not recognised any DTA. However, on 1 January 2019, Malaysia Digital Economy Corporation Sdn Bhd ("MDEC") issued a revised guidelines where all MSC Malaysia Status companies with income tax exemption are required to fulfill the new conditions by 30 June 2021. As at 30 June 2021, RPS does not meet the new conditions set by MDEC and therefore, DTA has been recognised in view that it is probable that future taxable profit will be available to utilise the DTA for the financial year ending 30 June 2022.

In line with the improvement in gross profit and recognition of tax income, profit after tax for the 2H2021 surged 250.2% to a record high of RM3.77 million from RM1.08 million in 2H2020.

B2. Prospects

The resurgence of the COVID-19 cases and re-imposition of movement control order 3.0 in June 2021 has once again been hitting the households, firms and the overall trajectory of the country's economic recovery. The daily new infection cases increased ten-fold in early August 2021 from an average of 2,000 cases in early January 2021.

On 23 June 2021, the World Bank projected that the world Global GDP to expand by 5.6 percent this year and moderate to 4.3 percent in 2022 and Malaysia's economy is projected to grow by 4.5 percent in 2021, lower than initial projections of 6.0 percent reflecting a slower pathway to suppressing the pandemic and slower than expected vaccine rollout.

The Board will continue to prioritize the safety and wellbeing of the employees while pro-actively develop strategies to maximize the efficiency and effectiveness of Group's operation. The Group foresees that the business environment will remain challenging in the short-term pending success of the national immunization rollout but will continue to capitalise on its strength in the GIS market to secure more projects.

B3. Variance of Actual Profit from Profit Forecast and Profit Guarantee

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement.

C. OTHER INFORMATION

C1. Status of Corporate Proposals

There were no corporate proposals announced as at the date of this interim financial statements.

C2. Utilisation of Proceeds

The gross proceeds arising from the placement of shares of approximately RM3.59 million shall accrue entirely to our Group and will be utilised in the following manner:

Purpose	Proposed Utilisation	Actual Utilisation ⁽¹⁾	Deviation	Balance	Estimated timeframe for utilisation upon listing 4 Aug 2020 ("Listing")
	RM	RM	RM	RM	RM
General working capital	2,017,000	(1,553,143)	68,952	532,809	Within 24 months
R&D expenses	500,000	-	-	500,000	Within 24 months
Office renovation expenses	220,000	(220,000)	-	-	Within 24 months
Estimated listing expenses ⁽²⁾	850,000	(781,048)	(68,952)	-	Immediately after Listing
Total	3,587,000	(2,554,191)	-	1,032,809	

Note:

⁽¹⁾ Utilisation as at 30 June 2021.

⁽²⁾ The proceeds amounting to RM0.78 million had been utilised to defray the professional fee, fees payable to the relevant authorities as well as other miscellaneous expenses relating to the listing exercise. Variation to the listing expenses has adjusted to the working capital requirement.

C3. Earnings Per Share ("EPS")

	Second Half of Financial Year Ended		Cumulative Half of Financial Year Ended	
	30.06.21	30.06.20	30.06.21	30.06.20
	RM	RM	RM	RM
Profit attributable to owners of the Company	3,774,192	1,077,688	5,876,460	2,679,535
Weighted average number of ordinary shares	159,396,700	139,466,700	157,867,823	139,466,700
Basic EPS (sen)	2.37	0.77	3.72	1.92

C3. Earnings Per Share ("EPS") (Cont'd)

The number of shares in issue is computed as follows:

	Second Half of Financial Year Ended		Cumulative Half of Financial Year Ended	
	30.06.21	30.06.20	30.06.21	30.06.20
Weighted average number of ordinary shares in issue:				
Ordinary shares at beginning of period/year	159,396,700	100	139,466,700	100
- acquisition of a subsidiary ⁽¹⁾	-	139,466,600	-	139,466,600
- listing on the LEAP Market of Bursa Malaysia ⁽²⁾	-	-	18,401,123	-
	<u>159,396,700</u>	<u>139,466,700</u>	<u>157,867,823</u>	<u>139,466,700</u>

Notes:

(1) Shares arising from the acquisition of a subsidiary was accounted under a reorganisation scheme.

(2) In conjunction with the Listing, the Company issued new ordinary shares to sophisticated investors.

Diluted EPS is equivalent to basic EPS as there was no potential dilutive instrument.

C4. Material Litigation

There were no material litigations pending as at the date of this interim financial statements.

C5. Dividends

On 27 August 2021, the Board has resolved to declare an interim single tier dividend of 0.82 sen per share on 159,396,700 shares amounting to RM1,307,052.94 in respect of the financial year ended 30 June 2021, to be paid on 30 September 2021. The entitlement date for the dividend payment is 15 September 2021.

BY ORDER OF THE BOARD
REDPLANET BERHAD
Kuala Lumpur
27 August 2021

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